

CENTRAL INTELLIGENCE AGENCY

INFORMATION REPORT

This Document contains information affecting the National Defense of the United States, within the meaning of Title 18, Sections 793 and 794, of the U.S. Code, as amended. Its transmission or revelation of its contents to or receipt by an unauthorized person is prohibited by law. The reproduction of this form is prohibited.

SECRET/CONTROL - U.S. OFFICIALS ONLY

COUNTRY	Hungary / USSR / China	REPORT NO.	<div style="border: 1px solid black; width: 80px; height: 20px;"></div>	25X1
SUBJECT	Telephone Factory, Budapest	DATE DISTR.	1 April 1954	
	25X1	NO. OF PAGES	1	
DATE OF INFO.	<div style="border: 1px solid black; width: 200px; height: 30px;"></div>	REQUIREMENT NO.	RD	
PLACE ACQUIRED	<div style="border: 1px solid black; width: 200px; height: 30px;"></div>	REFERENCES		

THE SOURCE EVALUATIONS IN THIS REPORT ARE DEFINITIVE.
THE APPRAISAL OF CONTENT IS TENTATIVE.
(FOR KEY SEE REVERSE)

25X1

SOURCE:

1. The Telefongyar (Telephone Factory) located at Hungaria Kórt 26-28 szám, Budapest, employs a staff of approximately 3,500. There are 30 engineers. In early January 1954, it was decided to dismiss about 1,200 employees. There is a Soviet works manager at the factory, and engineers and workers are frequently directed via the loudspeaker to see him.
2. The factory mainly produces wireless sets and radar apparatus for the Army, automatic recorders, electric brakes and railroad signs. Telephones are produced occasionally on a small scale, mainly for mines, or in accordance with special orders.
3. The main customer for articles produced by the factory is the Soviet Union, which orders for itself as well as for the satellite states. In the winter of 1952-1953, approximately 40,000 telephones were sent to Red China, in accordance with an order from the Soviet Union. According to rumor, the Soviet Union in 1954 is going to order another 80,000 telephone sets for China. The telephone sets sent to China are of inferior quality because of an acute shortage of raw materials and the lack of a certain machine tool (szerszámgép).

SECRET/CONTROL - U.S. OFFICIALS ONLY

STATE	<input checked="" type="checkbox"/>	ARMY	<input checked="" type="checkbox"/>	NAVY	<input checked="" type="checkbox"/>	AIR	<input checked="" type="checkbox"/>	FBI	<input checked="" type="checkbox"/>	AEC	<input checked="" type="checkbox"/>	ORR	Ev	<input checked="" type="checkbox"/>			
-------	-------------------------------------	------	-------------------------------------	------	-------------------------------------	-----	-------------------------------------	-----	-------------------------------------	-----	-------------------------------------	-----	----	-------------------------------------	--	--	--

(Note: Washington Distribution Indicated By "X", Field Distribution By "•")